

Glass-Steagall Type Legislation as an Alternative to Bail In.

Bail-in? The introduction of Bail-in legislation in Australia and enforcement thereof to protect TBTF banks would be a crime against the Australian people. It would be also be a disaster for the Australian economy. I suspect that the Australian people do not know that this legislation is being contemplated.

There is however an alternative. That is, Glass-Steagall Act type legislation that separates banking activity that serves the real economy, that is the production, distribution and consumption of goods and services, from investment banking that involves speculative activity using and risking depositors funds and risking the stability of the TBTF banks, that is the problem Bail In is intended to solve.

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